

CALIFORNIA TAX CREDIT ALLOCATION COMMITTEE

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May 16, 2000

The competition in California's 9% housing tax credit program for the first cycle of 2000 was overwhelming. 132 applications were submitted, requesting a total of over \$86 million in federal credit and over \$110 million in state credit, against approximately \$21 million available in federal credit and \$24 million available in state credit.

Obviously, the majority of applications were not successful in their requests. Most of the applications submitted would have resulted in worthwhile additional or preserved affordable rental housing to meet the vast need in our state. We only wish that we had more credit available to allocate and hope that your interest in meeting these needs will continue.

Committee regulations do not provide for a waiting list for unfunded projects in the first round. Only after the last cycle of a year is a waiting list established. With that in mind, the Committee assumes that most of the unsuccessful first cycle projects will reapply in the second round which opens on May 15, 2000 and closes June 15, 2000. Please remember that applications received after 5:00 P.M. on June 15 will not be accepted. The following guidelines apply to all reapplications:

- All applications must provide a market study unless the project is located in one of the following cities: Los Angeles, San Francisco, San Diego, or San Jose. There are no provisions for waivers of this requirement (except for the 4 cities mentioned) and none will be granted. All market studies must comport with the market study guidelines which can be found on TCAC's website.
- An application may be rolled into the second cycle with no changes; however, any changes to an application will necessitate an entirely new application submittal. The only exceptions to this rule are; inclusion of the market study, and changes to documents that have date-sensitive regulatory requirements; for example, an appraisal or title report that is older than allowed by regulation, may be updated without submitting a new application. Be aware that any documents that do not meet regulatory requirements may be cause for staff determination of incompleteness. Any change to points, funding, pro forma, credits/basis requested, units, housing type, setaside, sponsorship, etc., means you must submit a new application.
- All applications re-submitted, regardless of whether any changes are made or not must submit a letter stating that the sponsor wishes to reapply and an application fee (by cashier's check, of course) of \$1,000.

We look forward to your continued participation in the housing tax credit program.

Sincerely,

Jeanne L. Peterson